

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 2822 – SB 2839

February 26, 2010

SUMMARY OF AMENDMENT (014314): Adds language making the bill applicable to any existing state contract that would be renewed or extended. The original bill applied only to newly procured state contracts.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures – Exceeds \$100,000/Over-Time

Increase Local Expenditures – Exceeds \$50,000/Over-Time

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumption applied to amendment:

- Extending the bill to include existing contract renewals could render some existing state contract vendors out of compliance with this bill, which would prohibit the state from renewing or extending the existing contracts. If this occurs, the number of potential qualified vendors would be further reduced which would lead to higher contract costs for the state due to further reduced competition. However, such additional amounts are unknown and difficult to quantify. The fiscal impact estimated for the original bill is unchanged.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/rnc